

FISCAL NOTE

HB 1220 – SB 1851

February 27, 2007

SUMMARY OF BILL: Requires persons replacing used license plates to deposit the plates with the Department of Revenue or its agents. Authorizes the Commissioner of Revenue to enter into contractual agreements with nonprofit organizations for the collection, disposal and recycling of used, expired or outdated plates.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Net Impact – Less than \$100,000

Assumptions:

- Currently TRICOR recycles some license plates. In plate issuance years when TRICOR delivers new license plates to the county clerks, it picks up unused, surplus license plates. TRICOR then shreds the unused, surplus license plates and sells them to a recycler. TRICOR estimates that any revenue received from recycling unused, surplus license plates in a plate issuance year is less than \$10,000. Very few, if any, plates are recycled in non plate issuance years. Currently, new plates are issued every five years if funds are appropriated in the Appropriations Act. Since surrendering a used, outdated license plate is not currently required in order to receive a new license plate, TRICOR does not recycle used, outdated license plates.
- The Department of Revenue estimates that any contractual agreements with nonprofit organizations for the collection, disposal and recycling of used, expired or outdated plates will be less than \$100,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director